

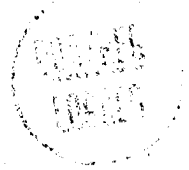


EXECUTIVE OFFICE OF THE PRESIDENT
OFFICE OF MANAGEMENT AND BUDGET
WASHINGTON, D.C. 20503

Executive Registry

87-4946x

December 18, 1987



MEMORANDUM FOR THE SECRETARY OF STATE
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THE SECRETARY OF DEFENSE
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THE SECRETARY OF THE INTERIOR
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DIRECTOR, WHITE HOUSE MILITARY OFFICE

FROM: James A. Baker III
Director

SUBJECT: National Communications System (NCS) FY 1989
National Level Program Funding Guidance

As directed by National Security Decision Directive (NSDD) 201, National Security Emergency Preparedness (NSEPP) Telecommunications Funding, the NSDD-97 Steering Group has reviewed the proposed Fiscal Year 1989 National Level Program forwarded by the Manager, National Communications System (NCS).

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Funding Guidance

Based on the recommendations of the Interagency Group (NCS Committee of Principals) and the Executive Agent, NCS, the NSDD-97 Steering Group approves the following recommendations for use in incorporation in the President's FY 1989 Budget:

- ° The Commercial Network Survivability (CNS) Program will be funded as proposed.
- ° The Commercial SATCOM Interconnectivity (CSI) Program will be funded as proposed.
- ° The Nationwide Emergency Telecommunications System (NETS) will be funded as proposed. Additional NETS program guidance is provided below.

Agency funding associated with these programs is provided at Enclosure 1. Each NCS member organization's share of the Implementation/Recurring costs was determined through use of the revised NSEP Telecommunications Requirements submitted by the NCS Committee of Principals. NCS member organizations have included their allocated funding shares in their FY 1989 budget submissions and shares will be included in the FY 1989 President's Budget. Each NCS organization shall work with the Manager, NCS, to make sure that necessary annual financial agreements are complete.

NETS Program Guidance

The Steering Group agrees with the conclusion from last year's review of NETS that augmenting the commercial public switched network with NETS enhancements provides a valuable capability for intra- and inter-agency emergency communications. Final determination of the sizing of the system will be predicated on additional information on system performance and survivability, a more thorough cost analysis and refinement of user requirements. Specific concerns will be addressed in separate correspondence.

To ensure that the NETS performance and user requirements are kept consistent with the minimal essential level of NSEP communications requirements, agencies annually will certify to the NCS their NSEP connectivity requirements. The NCS should begin establishing a user data base to enable coordinated management and operations of NETS.

The implementation of NETS should give continuing emphasis to the following NSEP (NSDD-97) requirements in priority order:

- ° Presidential Communications.
- ° Continuity of Government Operations.
- ° International interface for Diplomatic Telecommunications Service (DTS) and Defense Communications Systems (DCS).
- ° Agency Essential Emergency Functions (EEFs).
- ° National Telecommunications Management System (NTMS).
- ° Emergency Broadcast System (EBS).
- ° State Emergency Operations Centers (EOCs).

The Manager, NCS, shall ensure that the NETS cost analysis and procurement strategy investigate ways to reduce the system's life cycle cost consistent with user and performance requirements. Options should include purchase of equipment.

Enclosure

FY 1989 NATIONAL LEVEL PROGRAM
FOR
NSEP TELECOMMUNICATIONS FUNDING

<u>NSEP Program Costs</u>	<u>Development</u>	<u>Implementation/Recurring</u>
CNS	\$1,835,000	\$6,466,000
CSI	1,321,000	6,941,000
NETS	<u>19,100,000</u>	<u>14,900,000</u>
TOTAL	\$22,256,000	\$28,307,000

<u>COSTS BY NCS MEMBER AGENCY</u>	<u>FY 89 SHARE</u>
<u>Development Cost</u>	
DOD	<u>\$22,256,000</u>
Total Developmental	\$22,256,000

Implementation/Recurring Costs

DOS	\$ 51,061
Treasury	343,625
DOD/JCS	19,539,723
DOJ	699,671
DOI	74,521
USDA	262,204
DOC	362,946
HHS	0
DOT	4,810,755
DOE	411,246
CIA	49,681
GSA	<u>699,671</u>
USIA	59,341
NASA	171,123
FEMA	440,227
VA	276,004
NSA	0
NTIA	35,881
USPS	0
FRS	0
NRC	0
FCC	<u>19,320</u>
Total Recurring	<u>\$28,307,000</u>
TOTAL	\$50,563,000

Encl 1